

# Reconciliation of Fund Balances to the Statement of Net Assets

June 30, 2003  
(Amounts in thousands)

<b>Total fund balances.....</b>	<b>\$</b>	<b>2,021,018</b>
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Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources  
and, therefore, are not reported in the funds. Those assets consist of:

Land.....	\$	674,362	
Construction in process.....		729,867	
Depreciable capital assets and infrastructure, net of \$6,649,306 of accumulated depreciation.....		8,828,006	
Central Artery / Tunnel project construction in process.....		10,650,559	
Capital assets, net of accumulated depreciation.....			20,882,796

Amounts presented in the statement of net assets, but not in fund balances due to different bases of accounting.....			381,718
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Long - term liabilities, including bonds payable, are not due and  
payable in the current period and therefore are not reported  
in the funds. These liabilities include:

Boston teacher's retirement system net pension obligation.....		(65,142)	
Bonded debt.....		(15,962,506)	
Accrued interest on bonds, school construction grants and contract assistance payable.....		(459,733)	
School construction grants and contract assistance payable.....		(3,696,002)	
Amounts to be transferred to component units and related organizations in conjunction with the Central Artery / Tunnel project.....		(10,650,559)	
Capital leases (including accrued interest).....		(75,754)	
Claims and judgments.....		(75,700)	
Employee benefits, including compensated absences, health insurance benefits and other compensation claims.....		(405,677)	
Long - term liabilities (including current portions).....			(31,391,073)

<b>Net assets of governmental activities.....</b>	<b>\$</b>	<b>(8,105,541)</b>
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The notes to the financial statements are an integral part of this statement.